													Current		Prior Year		3 Years	5 Years				
	March-07 Allocation Returns-Quarter Returns-Month					December-06					September-06					FYTD		FY06 Returns		Ended	Ended	
	Market Value	Alloca Actual		Returns-	Quarter Net	Returns-Month Gross Net	Market Value	Actual	ation Policy(1)	Returns- Gross	Quarter Net	Market Value	Alloca Actual		Returns-0	Quarter Net	Ret Gross	urns Net	Gross	urns Net	6/30/2006 Net	6/30/2006 Net
LARGE CAP DOMESTIC EQUITY Structured Growth	Warket Value	Actual	1 Olloy(1)	01033	1401	CIOSS IVE	Warket Value	Actual	i olicy(i)	01033	1401	Warket Value	Actual	Olicy(1)	01033	1401	01033	1401	01033	1400	Not	1401
Los Angeles Capital	20,725,249	1.5%	1.5%	3.91%	3.86%	0.74% 0.72%	20,929,864	1.5%	1.5%	7.45%	7.40%	19,450,087	1.5%	1.5%	1.66%	1.60%	13.51%	13.32%	11.36%	11.12%	N/A	N/A
Total Structured Growth	20,725,249	1.5%	1.5%	3.91%	3.86%	0.74% 0.72%	20,929,864	1.5%	1.5%	7.45%	7.40%	19,450,087	1.5%	1.5%	1.66%	1.60%		13.32%		11.12%	12.01%	-0.32%
Russell 1000 Growth				1.19%	1.19%	0.54% 0.54%				5.93%	5.93%				3.94%	3.94%	11.40%	11.40%	6.12%	6.12%	8.35%	-0.76%
Structured Value		4 50/	. ==:	=				. ===	4 =01				4 00/	. ===							21.1101	
LSV Russell 1000 Value	20,637,100	1.5%	1.5%	2.47% 1.24%	2.37% 1.24%	2.06% 2.03% 1.55% 1.55%	23,166,906	1.7%	1.5%	8.20% 8.00%	8.09% 8.00%	21,431,212	1.6%	1.5%	5.01% 6.22%	4.90% 6.22%		16.08% 16.14%	12.10%	15.05% 12.10%	21.14% 15.70%	12.22% 6.89%
Russell 1000 Enhanced Index				1.2470	1.2470	1.50% 1.50%				0.0070	0.0070				0.2270	0.22 /0	10.1470	10.1470	12.1070	12.1070	10.7070	0.0370
Los Angeles Capital Russell 1000	41,588,101	3.0%	3.0%	1.70% 1.21%	1.64% 1.21%	0.69% 0.67% 1.04% 1.04%	43,899,259	3.2%	3.0%	7.73% 6.95%	7.67% 6.95%	38,796,327	2.9%	3.0%	3.77% 5.06%	3.71% 5.06%		13.50% 13.72%	11.83% 9.08%	11.58% 9.08%	N/A N/A	N/A
S&P 500 Enhanced Index				1.21/0	1.21/0	1.04/6 1.04/6				0.90%	0.90%				3.00%	3.00%	13.72/0	13.72/0	9.00%	9.00%	IVA	IVA
Westridge	44.560.393	3.2%	3.0%	0.82%	0.75%	1.18% 1.16%	44,231,344	3.3%	3.0%	6.93%	6.86%	41.427.217	3.1%	3.0%	5.82%	5.75%	14.08%	13.85%	9.07%	8.77%	N/A	N/A
S&P 500	,,			0.64%	0.64%	1.12% 1.12%	,,			6.70%	6.70%	,,			5.67%	5.67%	13.46%	13.46%	8.63%	8.63%	N/A	N/A
130/30																						
State Street	12,974,346			1.62%	1.60%	1.54% 1.54%	15,546,008			8.06%	8.03%	14,391,212			5.80%	5.78%	16.17%	16.10%	9.60%	9.51%	11.47%	2.62%
Total 130/30	12,974,346	0.9%	1.0%	1.62%	1.60%	1.54% 1.54%	15,546,008	1.1%	1.0%	8.06%	8.03%	14,391,212	1.1%	1.0%	5.80%	5.78%		16.10%	9.60%	9.51%	11.47%	2.62%
S&P 500				0.64%	0.64%	1.12% 1.12%				6.70%	6.70%				5.67%	5.67%	13.46%	13.46%	8.63%	8.63%	11.22%	2.49%
TOTAL LARGE CAP DOMESTIC EQUITY S&P 500	140,485,189	10.2%	10.1%	1.85% 0.64%	1.79% 0.64%	1.13% 1.11% 1.12% 1.12%	147,773,381	10.9%	10.1%	7.56% 6.70%	7.50% 6.70%	135,496,055	10.2%	10.2%	4.57% 5.67%	4.49% 5.67%	14.56% 13.46%	14.33% 13.46%	11.24% 8.63%	10.95% 8.63%	13.63% 11.22%	3.95% 2.49%
SMALL CAP DOMESTIC EQUITY Manager-of-Managers																						
SEI	47,328,912	3.4%	3.4%	2.61% 2.45%	2.43%	1.18% 1.12% 1.24% 1.24%	49,228,620	3.6%	3.4%	9.01%	8.82% 9.43%	45,187,592	3.4%	3.4%	0.17%	-0.01% 0.94%	12.05% 13.18%	11.45%		13.58% 16.86%	18.20%	7.84% 10.38%
Russell 2000 + 200bp			- 401						- 44/									13.18%	16.86%		21.06%	
TOTAL SMALL CAP DOMESTIC EQUITY Russell 2000	47,328,912	3.4%	3.4%	2.61% 1.95%	2.43% 1.95%	1.18% 1.12% 1.07% 1.07%	49,228,620	3.6%	3.4%	9.01% 8.90%	8.82% 8.90%	45,187,592	3.4%	3.4%	0.17% 0.44%	-0.01% 0.44%	12.05% 11.51%	11.45% 11.51%	14.39% 14.58%	13.58% 14.58%	18.20% 18.70%	7.86% 8.50%
INTERNATIONAL EQUITY																						
Large Cap - Active Capital Guardian	46.102.528	3.3%	3.1%	3 22%	3.10%	1.86% 1.82%	44.784.189	3.3%	3.1%	8 65%	8 53%	41,217,235	3.1%	3.1%	5.15%	5.02%	17.93%	17 51%	28.68%	28 07%	20.99%	6.90%
L SV	46,102,528 44.197.633	3.3%	3.1%	5.21%	5.11%	2.80% 2.77%	44,784,189	3.3%	3.1%	10.76%	10.66%	40,223,984	3.1%	3.1%	6.35%	6.24%	23.92%	23.56%	27.59%		20.99% N/A	6.90% N/A
Total Large Cap - Active	90,300,161	6.5%	6.2%	4.20%	4.09%	2.32% 2.28%	89,286,690	6.6%	6.2%	9.69%	9.58%	81,441,219	6.2%	6.2%	5.74%	5.62%		20.47%		27.66%	21.92%	12.63%
MSCI EAFE - 50% Hedged				4.03%	4.03%	2.41% 2.41%				9.06%	9.06%				4.87%	4.87%	18.98%	18.98%	26.72%	26.72%	22.56%	6.89%
Small Cap - Value																						
Lazard	11,229,168	0.8%	0.8%	2.58%	2.39%	2.38% 2.32%	10,970,318	0.8%	0.8%	14.91%	14.71%	9,568,323	0.7%	0.8%	0.91%	0.72%		18.30%			28.06%	N/A
Citigroup Broad Market Index < \$2BN				7.05%	7.05%	3.20% 3.20%				11.41%	11.41%				1.53%	1.53%	21.08%	21.08%	29.28%	29.28%	32.40%	N/A
Small Cap - Growth Vanguard	11,858,642	0.9%	0.8%	6.70%	6.59%	3.21% 3.18%	11,125,715	0.8%	0.8%	12.74%	12.63%	9.878.804	0.7%	0.8%	3.83%	3.73%	24.049/	24.53%	29.77%	20.249/	32.39%	N/A
Citigroup Broad Market Index < \$2BN	11,858,642	0.9%	0.8%	7.05%	7.05%	3.21% 3.18%	11,125,715	0.8%	0.8%	11.41%	11.41%	9,878,804	0.7%	0.8%	1.53%	1.53%		21.08%	29.77%		32.40%	N/A N/A
TOTAL INTERNATIONAL EQUITY	113,387,971	8.2%	7.7%	4.29%	4.17%	2.42% 2.38%	111,382,723	8.2%	7.8%	10.48%	10.36%	100,888,346	7.6%	7.8%	5.05%	4.93%		20.63%	27.95%		23.83%	8.67%
MSCI EAFE - 50% Hedged	113,301,311	0.270	1.170	4.03%	4.03%	2.41% 2.41%	777,302,723	0.2 /0	7.070	9.06%	9.06%	100,000,340	7.070	7.070	4.87%	4.87%		18.98%			22.56%	6.89%
DOMESTIC FIXED INCOME Core Bond																						
Western Asset	192,594,818	13.9%	14.9%	1.66%	1.61%	0.03% 0.01%	230,358,056	17.0%	16.9%	2.07%	2.01%	225,783,771	17.1%	17.0%	4.50%	4.45%	8.43%		-0.70%		7.36%	8.59%
Lehman Aggregate				1.50%	1.50%	0.00% 0.00%				1.24%	1.24%				3.81%	3.81%	6.67%	6.67%	-0.81%	-0.81%	2.05%	4.97%
Mortgage Backed																						
Hyperion Lehman Global Aggregate (US Securitized P	53,793,151	3.9%	3.9%	N/A 1.89%	N/A 1.89%	0.94% 0.92% 0.30% 0.30%	-	0.0%	0.0%	N/A	N/A	•	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Core Plus/Enhanced	ortion)			1.0970	1.0970	0.30% 0.30%																
Clifton Group	53.428.998	3.9%	3.9%	1.91%	1.91%	0.12% 0.12%	52.425.291	3.9%	3.9%	0.66%	0.66%	52.079.496	3.9%	3.9%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Prudential	53,280,161	3.9%	3.9%	1.56%	1.49%	0.00% -0.02%	52,498,102	3.9%	3.9%	1.96%	1.88%	51,498,140	3.9%	3.9%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	106,709,159	7.7%	7.8%	1.74%	1.70%	0.06% 0.05%	104,923,393	7.7%	7.8%	1.31%	1.27%	103,577,636	7.8%	7.8%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				1.50%	1.50%	0.00% 0.00%				1.24%	1.24%				3.81%	3.81%						
Index																						
Bank of ND	98,244,827	7.1%	7.3%	1.38%	1.37%	-0.25% -0.26%	96,906,290	7.2%	7.4%	1.33%	1.31%	99,306,469	7.5%	7.4%	3.12%	3.10%	5.93%	5.89%	-1.08%	-1.14%	1.14% 1.09%	4.90% 4.62%
Total Index Lehman Gov/Credit (3)	98,244,827	7.1%	7.3%	1.38% 1.47%	1.37% 1.47%	-0.25% -0.26% -0.17% -0.17%	96,906,290	7.2%	7.4%	1.33% 1.04%	1.31% 1.04%	99,306,469	7.5%	7.4%	3.12% 3.91%	3.10% 3.91%	5.93% 6.53%	5.89% 6.53%	-0.96% -1.52%	-1.02% -1.52%	1.09%	4.78%
BBB Average Quality				1.41/0	1.41/0	-0.11/0 -0.11/0				1.04/0	1.04%				3.31/0	3.3170	0.55%	0.55%	1.32 70	-1.3270	1.04%	4.70%
Wells Capital (formerly Strong) Lehman US Credit Baa	191,276,953	13.8%	14.9%	1.80% 1.79%	1.74% 1.79%	-0.58% -0.60% -0.62% -0.62%	229,700,573	17.0%	16.9%	1.81% 1.49%	1.75% 1.49%	225,722,804	17.0%	17.0%	4.65% 4.80%	4.60% 4.80%	8.46% 8.26%	8.28% 8.26%	-1.89% -2.37%	-2.11% -2.37%	2.63% 2.63%	N/A N/A
TOTAL DOMESTIC FIXED INCOME Lehman Aggregate (4)	642,618,908	46.5%	48.7%	1.62% 1.50%	1.57% 1.50%	-0.12% -0.14% 0.00% 0.00%	661,888,312	48.9%	49.0%	1.75% 1.24%	1.70% 1.24%	654,390,680	49.4%	49.2%	4.33% 3.81%	4.28% 3.81%	7.87% 6.67%	7.73% 6.67%	-1.19% -0.81%	-1.35% -0.81%	2.25% 1.84%	5.52% 5.28%
TREASURY INFLATION PROTECTED SEC	URITIES (TIPS)																		1			
Northern Trust Global Investments	136,789,903	9.9%	10.2%	2.43%	2.42%	0.18% 0.18%	133,563,764	9.9%	10.2%	-1.25%	-1.26%	135,265,251	10.2%	10.3%	3.52%	3.51%	4.71%	4.67%	-1.49%	-1.53%	N/A	N/A
Western	140,039,975	10.1%	10.2%	2.50%	2.47%	0.15% 0.14%	134,313,292	9.9%	10.2%	-0.90%	-0.93%	135,529,802	10.2%	10.3%	3.85%	3.81%	5.49%	5.38%	-1.94%		N/A	N/A
TOTAL TIPS LB US TIPS Index	276,829,878	20.0%	20.3%	2.46% 2.51%	2.44% 2.51%	0.17% 0.16% 0.24% 0.24%	267,877,056	19.8%	20.5%	-1.07% -1.29%	-1.09% -1.29%	270,795,053	20.5%	20.5%	3.68% 3.63%	3.66% 3.63%	5.10% 4.86%	5.03% 4.86%	-1.72% -1.64%	-1.74% -1.64%	N/A N/A	N/A N/A
REAL ESTATE																			1			
JP Morgan	77,046,741	5.6%	5.5%	5.14%	4.81%	0.10% 0.00%	73,717,198	5.4%	5.6%	0.33%	0.01%	75,452,197	5.7%	5.6%	0.88%	0.57%	6.42%	5.42%	N/A	N/A	N/A	N/A
NCREIF Total Index	. ,			4.51%	4.51%	1.48% 1.48%	. ,			4.51%	4.51%				3.51%	3.51%	13.06%	13.06%	18.23%	18.23%	N/A	N/A
CASH EQUIVALENTS																			1			
Bank of ND	83,788,280	6.1%	4.2%	1.32%	1.32%	0.46% 0.46%	42,537,263	3.1%	3.6%	1.32%	1.32%	41,880,350	3.2%	3.3%	1.35%	1.35%	4.04%	4.04%	4.50%	4.50%	2.71%	2.42%
90 Day T-Bill				1.25%	1.25%	0.45% 0.45%				1.26%	1.26%				1.33%	1.33%	3.88%	3.88%	4.00%	4.00%	2.37%	2.25%
TOTAL INSURANCE TRUST	1,381,485,879	100.0%	100.0%	2.25%	2.18%	0.35% 0.32%	1,354,404,553	100.0%	100.0%	2.61%	2.54%	1,324,090,273	100.0%	100.0%	3.83%	3.76%	8.93%		3.82%	3.61%	6.68%	5.32%
POLICY TARGET BENCHMARK				1.99%	1.99%	0.49% 0.49%				2.30%	2.30%				3.82%	3.82%	8.33%	8.33%	3.72%	3.72%	6.31%	5.45%

NOTE: Monthly returns and market values are preliminary and subject to change.

⁽¹⁾ Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations. (2) Prior to January 1, 2005, the benchmark was First Boston Convertible Index (3) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index. (4) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.